

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

A

W-01004B  
Ashfork Water Service  
PO Box 293  
Ash Fork, AZ 86320

**ANNUAL REPORT RECEIVED**

APR 17 2006  
AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**FOR YEAR ENDING**

12	31	2005
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FOR COMMISSION USE

ANN04	05
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entered  
4-18-06  
RF

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Ash Fork Development Association, Inc.</u>		
<b>Mailing Address</b> <u>P.O. Box 436 - 518 Lewis Avenue</u>		
<u>Ash Fork, Arizona 86320</u>	<u></u>	<u></u>
(City)	(State)	(Zip)
<u>928-637-2774</u>	<u>928-637-0394</u>	<u>928-606-3450</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Email Address</b> <u>lewishume @ Aol. com</u>		
<b>Local Office Mailing Address</b> <u>Same as above</u>		
<u></u>	<u></u>	<u></u>
(City)	(State)	(Zip)
<u></u>	<u></u>	<u></u>
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Email Address</b> <u></u>		

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Lewis Hume</u>		<u>General Manager</u>	
(Name)		(Title)	
<u>518 Lewis Avenue</u>			
(Street)	(City)	(State)	(Zip)
<u>Same as above</u>			
<u></u>	<u></u>	<u></u>	<u></u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> <u>lewishume @ Aol. com</u>			
<b>On Site Manager:</b> <u></u>			
(Name)			
<u></u>	<u></u>	<u></u>	<u></u>
(Street)	(City)	(State)	(Zip)
<u></u>	<u></u>	<u></u>	<u></u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> <u></u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** Clint A. Brown %Brown Law Firm  
 (Name)

141 S. McCormick #211 Prescott Arizona 86303  
 (Street) (City) (State) (Zip)

928-445-6827  
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Attorney:** Same as Above  
 (Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |  |   |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S)   | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)   | <input type="checkbox"/> Subchapter S Corporation (Z)                     |
| <input type="checkbox"/> Bankruptcy (B)  | <input type="checkbox"/> Association/Co-op (A)                            |
| <input type="checkbox"/> Receivership (R)  | <input type="checkbox"/> Limited Liability Company                        |
| <input checked="" type="checkbox"/> Other (Describe) <u>Corporation - Non-Profit</u> |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |   |                                   |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE            | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM             | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA           | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA               | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |   |                                   |

**COMPANY NAME** Ash Fork Development Association, Inc.

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	1,929,443		1,929,443
304	Structures and Improvements	54,477	21,765	32,712
307	Wells and Springs	1,392,310	184,063	1,208,247
311	Pumping Equipment	48,138	48,138	-0-
320	Water Treatment Equipment	47,218	46,794	424
330	Distribution Reservoirs and Standpipes	107,780	53,795	53,985
331	Transmission and Distribution Mains	422,674	278,628	144,046
333	Services			
334	Meters and Meter Installations	13,120	10,743	2,377
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	53,856	24,044	29,812
340	Office Furniture and Equipment	21,525	14,571	6,954
341	Transportation Equipment	32,740	32,740	-0-
343	Tools, Shop and Garage Equipment	23,555	19,827	3,728
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	18,997	16,592	2,405
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>4,165,833</b>	<b>751,700</b>	<b>3,414,133</b>

This amount goes on the Balance Sheet Acct. No. 108

**COMPANY NAME**

Ash Fork Development Association, Inc.

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	1,929,443		
304	Structures and Improvements	54,477	1.856	1,012
307	Wells and Springs	1,392,310	.46	6,409
311	Pumping Equipment	48,138	10.01	4,821
320	Water Treatment Equipment	47,218	.07	347
330	Distribution Reservoirs and Standpipes	107,780	1.75	1,886
331	Transmission and Distribution Mains	422,674	3.72	15,761
333	Services			
334	Meters and Meter Installations	13,120	.23	299
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	53,856		1,645
340	Office Furniture and Equipment	21,525		977
341	Transportation Equipment	32,740		-0-
343	Tools, Shop and Garage Equipment	23,555		324
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	18,997		564
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>4,165,833</b>		<b>34,045</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

### **BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$	\$
134	Working Funds	19,600	4,352
135	Temporary Cash Investments	100,867	78,220
141	Customer Accounts Receivable	3,972	23,995
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	5,933	5,933
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$ 130,372</b>	<b>\$ 112,500</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$2,238,925	\$ 2,247,692
103	Property Held for Future Use	1,885,400	1,885,400
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	685,776	718,960
121	Non-Utility Property	32,740	32,740
122	Accumulated Depreciation – Non Utility	32,740	32,740
	<b>TOTAL FIXED ASSETS</b>	<b>\$3,438,549</b>	<b>\$ 3,414,132</b>
	<b>TOTAL ASSETS</b>	<b>\$3,568,921</b>	<b>\$ 3,526,632</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 4,163	\$ 3,915
232	Notes Payable (Current Portion)	28,067	21,914
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	15,806	15,806
236	Accrued Taxes	2,980	3,620
237	Accrued Interest	7,044	7,044
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 58,060	\$ 52,299
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 482,273	\$ 485,733
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$ 540,333	\$ 538,032
	<b>CAPITAL ACCOUNTS</b>		
201	<del>Common Stock Issued</del> Beginning Capital	\$ 848,754	\$ 848,754
211	<del>Paid in Capital in Excess of Par Value</del> USDA Grants	323,312	323,312
215	<del>Retained Earnings</del> Donated Property	1,855,000	1,855,000
218	Proprietary Capital (Sole Props and Partnerships)	1,522	( 38,466)
	<b>TOTAL CAPITAL</b>	\$ 3,028,588	\$ 2,988,600
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 3,568,921	\$ 3,526,632

## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 218,226	\$ 248,502
460	Unmetered Water Revenue	30,551	16,174
474	Other Water Revenues	1,540	7,978
	<b>TOTAL REVENUES</b>	<b>\$ 250,317</b>	<b>\$ 272,754</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 60,917	\$ 76,472
610	Purchased Water		
615	Purchased Power	26,637	28,536
618	Chemicals		
620	Repairs and Maintenance	44,130	71,062
621	Office Supplies and Expense	1,701	2,246
630	Outside Services	16,903	10,381
635	Water Testing	2,304	1,146
641	Rents	2,750	8,000
650	Transportation Expenses	3,206	2,887
657	Insurance – General Liability	7,734	13,207
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	3,457	1,141
403	Depreciation Expense	32,674	34,045
408	Taxes Other Than Income	5,482	5,264
408.11	Property Taxes	16,529	19,745
409	<del>Income Tax</del> <b>MISC.</b>		16,221
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 224,424</b>	<b>\$ 290,353</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 25,893</b>	<b>\$ ( 17,599)</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 2,017	\$ 3,353
421	Non-Utility Income	674	
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	27,062	25,742
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ ( 24,371)</b>	<b>\$ ( 22,389)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ 1,522</b>	<b>\$ ( 39,988)</b>



**COMPANY NAME** Ash Fork Development Association, Inc.

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	5/91	1/76	8/02	
Source of Loan	U.S.D.A.	GMAC	U.S.D.A.	
ACC Decision No.				
Reason for Loan	Expansion	Expansion	Expansion	
Dollar Amount Issued	\$ 75,200	\$ 133,486	\$ 433,000	\$
Amount Outstanding	\$ 6,082	\$ 70,346	\$ 427,369	\$
Date of Maturity	2031	<b>2014</b>	2042	
Interest Rate	5.875 %	4.808 %	4.75 %	%
Current Year Interest	\$ 853	\$ 4,479	\$ 21,263	\$
Current Year Principle	\$ 12,078	\$ 11,558	\$ 5,631	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ \_\_\_\_\_

**COMPANY NAME** Ash Fork Development Association, Inc.

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-604-624	75	150	1700'	12"	3"	1975
55-590-950	60	135	1302'	12" - 9.5"	6"	2002
55-590-951	N/A	N/A	20'	20"	N/A	2001

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
		3	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
500,000	2		

COMPANY NAME Ash Fork Development Association, Inc.

## WATER COMPANY PLANT DESCRIPTION (CONTINUED)

### MAINS

Size (in inches)	Material	Length (in feet)
2	steel - PVC	8281' - 1790
3		
4	PVC	11,296
5		
6	PVC	15,000
8	PVC	719
10		
12		

### CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	210
3/4	
1	10
1 1/2	
2	17
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	2
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Chlorination

STRUCTURES:

Office Building - 2-well Buildings - 2-mini-Mobil  
Storage Trailers - Small shed at Tank site

2-Buildings For Water Dispensing valves; meters

OTHER:

2000 1/2 Ton Pickup Truck  
1985 1/2 "

Trash pump, Riding Mower, Hand Tools, Jumper Compactor

COMPANY NAME: Ash Fork Development Association, Inc.

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	400	2,250,890	2,996
FEBRUARY	396	2,221,660	2,625
MARCH	404	2,774,110	3,097
APRIL	408	3,028,840	2,991
MAY	410	3,480,040	3,276
JUNE	413	4,502,310	4,359
JULY	421	4,459,030	4,730
AUGUST	423	3,697,520	3,570
SEPTEMBER	417	3,613,890	3,732
OCTOBER	423	3,198,800	3,124
NOVEMBER	412	3,116,580	3,094
DECEMBER	410	2,979,540	2,997
TOTAL		39,323,210	40,591

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes

(☒) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes

(☒) No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system.  
(If more than one well, please list each separately.)

.0082 mg/l AF # 1  
.009 mg/L AF # 2

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

**COMPANY NAME** Ash Fork Development Association, Inc. **YEAR ENDING 12/31/2005**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 19,745. <sup>13</sup>

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

**RECEIVED**

APR 17 2006

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) <u>YAVAPAI</u>	
NAME (OWNER OR OFFICIAL) <u>LEWIS E. Hume</u>	TITLE <u>Hume</u>
COMPANY NAME <u>Ash Fork Water Service</u>	

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

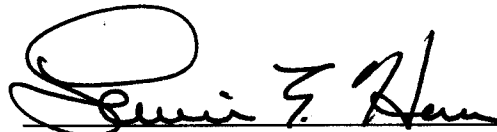
MONTH 12	DAY 31	YEAR 2005
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**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

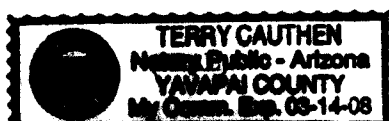
**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
928-637-2774  
\_\_\_\_\_  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS** 14th **DAY OF**



**MY COMMISSION EXPIRES** 3-14-08

COUNTY NAME <u>Yavapai</u>	
MONTH <u>April</u>	YEAR <u>2006</u>

  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME \_\_\_\_\_ YEAR ENDING 12/31/2005

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported \_\_\_\_\_  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Jayrene Hume  
SIGNATURE

4-14-06  
DATE

Jayrene Hume  
PRINTED NAME

President  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

APR 17 2006

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>YAVAPAI</u>
NAME (OWNER OR OFFICIAL) TITLE <u>LEWIS E. Hume</u>
COMPANY NAME <u>Ash Fork Water Service</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 272,754

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 14,704.-  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
928-637-2774  
\_\_\_\_\_  
TELEPHONE NUMBER

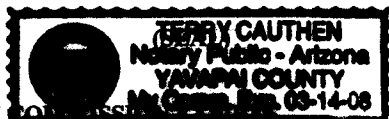
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14<sup>th</sup> DAY OF

COUNTY NAME <u>Yavapai</u>	
MONTH <u>April</u>	YEAR <u>2006</u>

MY COMMISSION EXPIRES 3-14-08



  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC



VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY

**RECEIVED**  
APR 17 2006  
AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	YAVAPAI	
NAME (OWNER OR OFFICIAL)	LEWIS E. Hume	TITLE Manager
COMPANY NAME	Ash Fork Water Service	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING

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12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 159,924.<sup>01</sup>

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 9,548.83  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

Lewis E. Hume  
SIGNATURE OF OWNER OR OFFICIAL

928-637-2774  
TELEPHONE NUMBER

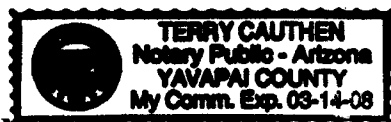
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14<sup>th</sup> DAY OF

NOTARY PUBLIC NAME	Terry Cauthen	
COUNTY NAME	Yavapai	
MONTH	April	2006

(SEAL)



MY COMMISSION EXPIRES  
3-14-08

X

Terry Cauthen  
SIGNATURE OF NOTARY PUBLIC

**ASH FORK WATER SERVICE**

P.O. BOX 436 PH. 637-2774  
ASH FORK, ARIZONA 86320

EXPLANATION	AMOUNT
902131706	10,091.88
902131003	380.71

91-504/1221

8103

PAY *ten thousand four hundred and ninety two and 59/100* DOLLARS

DATE	TO THE ORDER OF	CHECK NO.	NET AMOUNT
10/25/05	ROSS D. JACOBS Yavapai County Treasurer	8103	10,472.59

THE STOCKMEN'S BANK  
WILLIAMS BRANCH WILLIAMS, ARIZONA 86046

DESCRIPTION

*Seems to be*  
*Ross D. Jacobs*

"CHECK VOID AFTER 180 DAYS" MP

THIS DOCUMENT CONTAINS HEAT SENSITIVE INK. TOUCH OR PRESS HERE - RED IMAGE DISAPPEARS WITH HEAT.

⑈008103⑈ ⑆122105045⑆ 6010000039⑈

DETACH AND RETURN WITH PAYMENT

Payment in U.S. FUNDS ONLY

Make check payable to:

Ross D. Jacobs

Yavapai County Treasurer

**Due October 1, 2005**

ASH FORK DEVELOPMENT ASSN INC

02 13 170 6 142846

Delinquency Date First Half Payment  
Penalty for late payment is 16% per year prorated  
monthly as of the 1st day of the month for  
payments postmarked after 5:00 P.M. November  
1, 2005 (ARS 42-18052 and ARS 42-18053).

Any total property tax of \$100 or less must be paid  
with the first payment coupon—due October 1, 2005.

To pay taxes for the full year, send the 1st half coupon  
with your payment postmarked no later than Dec. 31,  
2005. Delinquent interest will be waived.

**Ross D. Jacobs**  
**Yavapai County Treasurer**  
**1015 Fair Street**  
**Prescott AZ 86305-1807**

2005 9021317006 1 00000201837600001009188

DETACH AND RETURN WITH PAYMENT

Payment in U.S. FUNDS ONLY

Make check payable to:

Ross D. Jacobs

Yavapai County Treasurer

**Due October 1, 2005**

ASH FORK DEVELOPMENT ASSN INC

02 13 100 3 142846

Delinquency Date First Half Payment  
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**Ross D. Jacobs**  
**Yavapai County Treasurer**  
**1015 Fair Street**  
**Prescott AZ 86305-1807**

2005 9021310003 1 00000007614200000038071

91-504/1221

**ASH FORK WATER SERVICE**

P.O. BOX 436 PH. 637-2774  
ASH FORK, ARIZONA 86320

EXPLANATION	AMOUNT
302-07-089	16542
902-13-100	32833
902-13-170	877879

7910

PAY

DOLLARS

DATE 5/6/05	TO THE ORDER OF ROSS D. JACOBS County Treasurer YAVAPAI	CHECK NO. 7916	NET AMOUNT 9272 54
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THE STOCKMEN'S BANK  
WILLIAMS BRANCH WILLIAMS, ARIZONA 86046

*Carole A. Papp*  
CHECK VOID AFTER 180 DAYS

SAFEGUARD SECURE

007910 122105045 6010000039

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ROSS D. JACOBS  
YAVAPAI CO TREASURER  
1015 FAIR ST.  
PRESCOTT AZ 86305

TAX ROLL NUMBER 139237
PARCEL IDENTIFICATION 902-13-100 3
TAX AREA CODE 3100

ASH FORK DEVELOPMENT AS  
P O BOX 436  
ASH FORK AZ86320

IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.  
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.

2004 2ND-HALF COUPON

TO PAY 2ND HALF	PAY	328.33
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NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2005



1390213100003200400000032833

DOR Form PTXBV (2/2004)

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ROSS D. JACOBS  
YAVAPAI CO TREASURER  
1015 FAIR ST.  
PRESCOTT AZ 86305

TAX ROLL NUMBER 139238
PARCEL IDENTIFICATION 902-13-170 6
TAX AREA CODE 3170

ASH FORK DEVELOPMENT AS  
P O BOX 436  
ASH FORK AZ86320

IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.  
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.

2004 2ND-HALF COUPON

TO PAY 2ND HALF	PAY	8,778.79
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NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2005



1390213170006200400000877879

DOR Form PTXBV (2/2004)

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

ROSS D. JACOBS  
YAVAPAI CO TREASURER  
1015 FAIR ST.  
PRESCOTT AZ 86305

TAX ROLL NUMBER 67315
PARCEL IDENTIFICATION 302-07-089 4
TAX AREA CODE 3100

ASHFORK DEVELOPMENT ASS  
PO BOX 436  
ASHFORK AZ86320

IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.  
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.

2004 2ND-HALF COUPON

TO PAY 2ND HALF	PAY	165.42
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NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2005



1330207089004200400000016542

DOR Form PTXBV (2/2004)

# ***John De Angelis, P.C.***

CERTIFIED PUBLIC ACCOUNTANT

323 N SAN FRANCISCO SUITE 100  
FLAGSTAFF, AZ 86001  
(928) 774-0617  
FAX (928) 774-2860  
REPLY TO: PO BOX 400; 86002

ASH FORK DEVELOPMENT ASSOCIATION, INC.  
ASH FORK, ARIZONA

**RECEIVED**

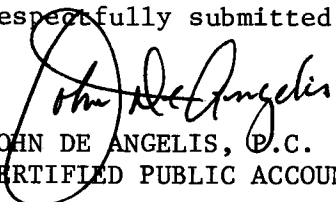
**APR 17 2006**

**AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES**

The accompanying Annual Report for the Arizona Corporation Commission,  
Utility Division of ASH FORK DEVELOPMENT ASSOCIATION, INC. as of  
December 31, 2005, has been compiled by me.

A compilation is limited to presenting in the form of an Annual Report  
information that is the representation of management. A compilation has  
been performed in accordance with standards established by the American  
Institute of Certified Public Accountants. I have not audited or reviewed  
the Annual Report and accordingly do not express an opinion or any other  
form of assurance on it. However, the Centrally Valued Properties Section  
of the Arizona Department of Revenue Report does not include all dis-  
closures required for a fair presentation in conformity with generally  
accepted accounting principles because it has been prepared on a format  
prescribed or permitted by the Centrally Valued Properties Section of the  
Arizona Department of Revenue.

Respectfully submitted,

  
JOHN DE ANGELIS, P.C.  
CERTIFIED PUBLIC ACCOUNTANT

Flagstaff, Arizona  
April 11, 2006